CITY OF LODI

Carnegie Forum
305 West Pine Street, Lodi
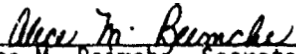
Lodi Public Improvement Corporation
of the Lodi City Council
DATE: Wednesday, September 4, 1991
TIME: 7:30 p.m.

1. Call to order — President David M. Hinchman

2. Roll call to be recorded by Secretary Alice M. Reimche

3. Authorize investment of Lodi Public Improvement Corporation monies in Local Agency Investment Fund (**Resolution No. 91-2**)

4. Adjournment

Pursuant to Section 54956.2(a) of the Government Code of the State of California, his Agenda was posted at a public place freely accessible to the public 24 hours day.

Alice M. Reimche, Secretary
Lodi Public Improvement Corporation
of the City of Lodi

For information c ncerning this Agenda
please contact Al ce M. Reimche, City Clerk,
Telephone — 333-6702

AGN9#4B/TXTA.02J/AGENDAS

CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Meeting of the Lodi public Improvement corporation *to* Authorize Investment of Monies in Local *Agency* Investment Fund

MEETING DATE: September 4, *1991*

PREPARED BY: Treasurer

RECOMMENDED ACTION: That the Lodi Public Improvement Corporation (LPIC) authorize the deposit and withdrawal of monies in the Local Agency Investment Fund (LAIF) of the State Treasury and name the persons authorized to order the deposit or withdrawal of monies from this account.

BACKGROUND INFORMATION: LAIF is a voluntary investment program for local governments administered by the California State Treasurer. Legislation permits a governmental unit, such as the LPIC, with consent of the governing body of that agency, to deposit monies in this special fund.

Currently, the Treasurer invests monies in a variety of instruments including LAIF (city of Lodi account), money market funds, certificates of deposit, bankers acceptances and treasury notes. The authorization of the LPIC to utilize a LAIF account will provide an additional tool for the investment of monies.

The benefits of investing in LAIF include:

1. **Higher Yields**
   LAIF combines large pools of cash. Because of the size of its investment portfolio, LAIF normally provides higher yields than other investments made by the City. LAIF currently pays the highest interest rate for *funds* invested (6.96%) in comparison to the other types of investments (with rates ranging from 5.30% to 7.00%).

2. **Liquidity/No Minimum Investment Period**
   LAIF allows withdrawal of monies to meat cash requirements in 24 hours or less. Most other *investments* require a maturity date defined *by* staff based on the projection of cash needs. This does not allow for any unexpected requirements.

APPROVED: _____
THOMAS A. PETERSON
City Manager

3. **Lower Investment Costs**
   LAIF seldom has investment costs associated with transactions because of its ability to pool cash balances and invest much larger amounts. Normally, there is a *charge* by transaction or administrative fee for purchases of other investment instruments.

4. **Investment Expertise**
   The State Treasurer's office is in constant touch with investment markets and handles a large volume of transactions for local agencies in California. *Their* staff is devoted to investment activities including discussing *any* questions regarding the pool or our accounts.

5. **Lower Risk**
   LAIF is considered one of the safest instruments for the investment of City funds because of its diversity.

FUNDING: None required.

Dixon Flynn
Treasurer

DF:DWM:ss

Prepared by Diana White-Messing, Deputy Treasurer

RESOLUTION NO. 91-2

A RESOLUTION OF
THE LODI PUBLIC IMPROVEMENT CORPORATION
TO AUTHORIZE INVESTMENT OF MONIES
IN LOCAL AGENCY INVESTMENT FUND

WHEREAS, Pursuant to Chapter 730 of the statutes of 1976 Section **16429.1** was added to the California Government Code to create a Local Agency Investment Fund (LAIF) in the State Treasury for the deposit of money of a local agency for purposes of investment by the State Treasurer; and

WHEREAS, the Board of Directors does hereby find that the deposit and withdrawal of money in LAIF in accordance with the provisions of Section **16429.1 of** the Government Code for the purpose of investment as stated therein **as** in the best interest of the Lodi Public Improvement Corporation (LPIC).

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors does hereby authorize the deposit and withdrawal of monies in LAIF of the State Treasury in accordance with the provisions of Section **16429.1** of the Government Code for the purpose of investment as stated therein.

BE IT FURTHER RESOLVED, that the following LPIC officers and staff or their successors in office shall be authorized to order the deposit cr withdrawal of monies in LAIF:

David M. Hinchman, President
James W. Pinkerton, Jr., Vice President
H. D. Flynn, Treasurer
Alice M. Reimche, Secretary
Diana White-Messing, Deputy Treasurer
Marcella Cadwallader, Revenue/Collections Technician

Dated: September **4, 1991**

I hereby certify that Resolution No. 91-2 was passed and adopted by the Board of Directors of the LPIC in a regular meeting held September **4, 1991** by the following vote:

Ayes: Authorizing Members - Pennino, Pinkerton, Sieglock,
Snider and Hinchman (President)

Noes: Authorizing Members - None

Absent: Authorizing Members - None .

Alice M Reimche
Alice M. Reimche
Secretary

91-2

R_LAIF/TXTA.02J

LOCAL AGENCY INVESTMENT FUND

AUTHORIZATION FOR TRANSFER OF FUNDS

BANKING INFORMATION

BANK NAME	ACCOUNT NUMBER	CORRESPONDENT BANK
Bank of America	███████████	Bank of America
Farmers & Merchants Bank	███████████	Bank of America

PLEASE MAIL COMPLETED CARD TO:

STATE TREASURER'S OFFICE
LOCAL AGENCY INVESTMENT FUND
P.O. BOX 942809
SACRAMENTO, CA   94209-0001

_____
Authorized Signature

(OVER FOR AUTHORIZED PERSONS)

LOCAL AGENCY INVESTMENT FUND

AUTHORIZATION FOR TRANSFER OF FUNDS

AUTHORIZED PERSONS

DATE

___09/04/91___

AGENCY NAME

___Lodi Public Improvement Corporation___

NAME	TITLE	SIGNATURE
David M. Binchman	President	
James W. Pinkerton, Jr.	Vice President	
H. D. Flynn	Treasurer	
Alice M. Reimche	Secretary	
Diana White-Messing	Deputy Treasurer	Diana White-Messing
Marcella Cadwallader	Revenue/Collections Technician	

(OVER FOR BANKING INFORMATION)